

bill allows for the board to select a CPA to do an audit in lieu of a director's examination. Let me just say that the Banking Department has become extremely active and intense in scrutinizing the industrial investment companies and they find that they have to get a tighter handle on some of the activities. There have been some pretty serious problems some of you may have read about in the newspapers and this would give them greater ability to get this thing under control and properly supervise it so we don't have any more serious problems in the future. I move the bill. I think there are some amendments somewhere from somebody. Maybe not. I move the bill be advanced.

SPEAKER NICHOL: We have an amendment on the bill.

CLERK: Mr. President, the first amendment I have to the bill is offered by Senator Schmit, and Senator Schmit's amendment is on page 1345 of the Journal, Senator.

SPEAKER NICHOL: Senator Schmit.

SENATOR SCHMIT: Mr. President and members of the Legislature, I have two amendments and they are basically very simple amendments. I guess I will just take one at a time. The first amendment is an amendment which provides that there shall be lieu additional interest rates and that the industrials can operate basically as we provided for the co-op credits to operate under certain conditions. I move the adoption of the amendment.

SPEAKER NICHOL: Any other discussion on the Schmit amendment? If not, the question is the adoption of the Schmit amendment. All those in favor vote aye, opposed nay. Record, Mr. Clerk.

CLERK: 25 ayes, 0 nays, Mr. President, on adoption of Senator Schmit's amendment.

SPEAKER NICHOL: The Schmit amendment is adopted. Do you have another amendment, Mr. Clerk?

CLERK: Mr. President, Senator Schmit would move to amend the bill and Senator Schmit's second amendment is on page 1587 of the Journal.

SENATOR SCHMIT: Yes, Mr. President, this amendment also provides that industrials may be allowed to be covered